Message Text

UNCLASSIFIED

PAGE 01 BUENOS 05423 192019Z

13

ACTION ARA-10

INFO OCT-01 ISO-00 EB-07 /018 W

----- 053968

R 191850Z AUG 76 FM AMEMBASSY BUENOS AIRES TO USDOC WASHDC INFO SECSTATE WASHDC 6774

UNCLAS BUENOS AIRES 5423

E.O. 11652: N/A TAGS: BENC. AR

SUBJECT: MAJOR PROJECT: RAILROAD REHABILITATION

REF: STATE 169934; STATE 185575; BA 4968

- 1. ACCORDING TO FERROCARRILES ARGENTINOS (FA) OFFICIALS INTERVIEWED, THE REHABILITATION PROGRAM IS STILL BEING DRAFTED. SIGNIFICANT PARTS OF THE PROGRAM, DISCLOSED BY THESE OFFICIALS ARE:
- 2. FA PURCHASED 250 G.M. ROAD LOCOMOTIVES SEVERAL YEARS AGO, 80 OF WHICH WERE IMPORTED FROM THE U.S. AND HAVE ALREADY BEEN DELIVERED. THE DELIVERY OF THE REMAINING 170, TO BE ASSEMBLED LOCALLY USING BOTH LOCAL AND IMPORTED COMPONENTS, WILL BE SPEEDED UP. FIVE OF THEM HAVE BEEN DELIVERED TO DATE, AND 15 MORE WILL BE DELIVERED THIS YEAR.
- 3. FA NEEDS TO PURCHASE 158 SHUNTING LOCOMOTIVES (300-500 HP), AND 39 SHUNTING LOCOMOTIVES (200 HP). THERE WILL ALSO BE A NEED FOR 9 ROAD LOCOMOTIVES (500 HP, 0.75 M TRACK). ALL OF THESE WILL HAVE TO BE OBTAINED FROM FOREIGN SUPPLIERS, AS ARGENTINE INDUSTRY CANNOT MANUFACTURE THEM. NEVERTHELESS, FA PREFERS CONTRACTS WITH FOREIGN SUPPLIERS WHICH PROVIDE FOR LOCAL MANUFACTURING OF AT LEAST PART OF THESE LOCOMOTIVES.
- $4.\,1300$ TO 2000 NEW FREIGHT-AND PASSENGER-CARS WILL BE NEEDED ANNUALLY, OVER THE 1977/1981 PERIOD. BOGIES FOR THESE MAY UNCLASSIFIED

UNCLASSIFIED

PAGE 02 BUENOS 05423 192019Z

BE IMPORTED, IF ADEQUATE FINANCING CAN BE OBTAINED, THOUGH

THERE IS A LIMITED LOCAL PRODUCTION CAPABILITY IN BOGIES.

- 5. THE SUBURBAN RAILROAD ELECTRIFICATION PROJECT WHICH HAS BEEN PARTLY FINANCED BY THE JAPANESE, WILL REQUIRE FURTHER FINANCING. THE MARUBENI GROUP HAS ALREADY PROVIDED LOAN FOR \$140 MILLION, AND IS LIKELY TO AGREE TO FURTHER FINANCING, IN WHICH CASE THEY WILL PROVIDE THE CARS. IF THE JAPANESE ARE UNABLE OR UNWILLING TO EXTEND NEW CREDIT LINE, THERE WILL BE AN OPENING FOR U.S. SUPPLIERS.
- 6. WORLD BANK FINANCING WILL BE SOUGHT FOR \$40 MILLION WORTH OF RAILS AND TRACK-LAYING EQUIPMENT, TO BE PURCHASED THROUGH INTERNATIONAL CALL FOR BIDS.
- 7. TENTATIVE FIGURES FOR COMMUNICATIONS AND SIGNALLING EQUIPMENT PURCHASES FOR THE PERIOD 1977-1981 WERE GIVEN AT \$11,500 MILLION ARGENTINE PESOS. (US\$1.00 EQUALS 250.00 ARGENTINE PESOS). A SIGNIFICANT PART OF THIS EQUIPMENT WILL HAVE TO BE IMPORTED.
- 8. A PROJECT BEING STUDIED CALLS FOR THE CONSTRUCTION OF A 135 KM LINE FROM ZAPALA TO LONQUIMAY, CHILE, WHICH WOULD PERMIT THE CONNECTION OF THE ARGENTINE R.R. SYSTEM WITH THE CHILEAN R.R. A 30 KM PORTION OF THAT LINE WILL BE BUILT OVER THE ANDES MOUNTAINS, AND MAY REQUIRE PARTICIPATION OF INTERNATIONAL ENGINEERING AND CONSTRUCTION FIRMS.
- 9. ANOTHER PROJECT CALLS FOR THE CONSTRUCTION OF A TUNNEL THROUGH A MUD-EJECTING VOLCANO IN JUJUY PROVINCE. THE MUD EJECTED BY THE VOLCANO WASHES AWAY TRACKS RUNNING ALONGSIDE THE CONE. THIS PROJECT REQUIRES COMPLEX GEOLOGICAL STUDIES, AND, PROBABLY, FOREIGN ENGINEERING KNOW-HOW. CHAPLIN

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: n/a Control Number: n/a Copy: SINGLE Draft Date: 19 AUG 1976 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: n/a

Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976BUENC

Document Number: 1976BUENOS05423 Document Source: CORE Document Unique ID: 00

Drafter: n/a Enclosure: n/a Executive Order: N/A Errors: N/A

Film Number: D760319-0202 From: BUENOS AIRES Handling Restrictions: n/a

Image Path:

Legacy Key: link1976/newtext/t19760840/aaaabiad.tel Line Count: 93

Locator: TEXT ON-LINE, ON MICROFILM Office: ACTION ARA Original Classification: UNCLASSIFIED Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 2

Previous Channel Indicators: n/a
Previous Classification: n/a Previous Handling Restrictions: n/a

Reference: 76 STATE 169934, 76 STATE 185575 Review Action: RELEASED, APPROVED Review Authority: CunninFX

Review Comment: n/a Review Content Flags: Review Date: 08 APR 2004

Review Event:

Review Exemptions: n/a
Review History: RELEASED <08 APR 2004 by ReddocGW>; APPROVED <05 JAN 2005 by CunninFX>

Review Markings:

Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MÁY 2006

Review Media Identifier: Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: MAJOR PROJECT: RAILROAD REHABILITATION

TAGS: BENC, AR

To: COM

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006